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Cap. 2

FORT WAYNE MARKET NEWS

United States Department of Agriculture
 Consumer and Marketing Service
 Dairy Division
 Federal Order No. 47

1122 South Harrison Street
 Fort Wayne, Indiana 46802
 Telephone: 742-7401
 Area Code: 219

Issued Pursuant to Sections 1047.22(i) and 1047.85(a)

Vol. 12, No. 4

April 1968

MARCH UNIFORM PRICE \$5.03

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in March 1968 will receive a minimum uniform price of \$5.03 per hundred-weight for milk testing 3.5%, subject to a butterfat differential of 7.8 cents. The minimum price is also subject to a 4 cents per hundredweight marketing service deductions to nonmembers, authorized hauling charges, and location differentials.

The \$5.03 price for March 1968 is 2¢ above the February 1968 price, and 10¢ above the March 1967 price.

MARCH PRODUCER RECEIPTS AND UTILIZATION

There were 839 approved producers who shipped 24,585,444 pounds of milk to the Fort Wayne market during March 1968 of which 18,068,773 pounds or 73.5% was utilized in Class I by 9 pooled handlers. Class I utilization was up 1.0% from February. On a volume basis, production was up 5.0%, and Class I utilization of producer milk was up 6.5% from February 1968.

APRIL CLASS I PRICE \$5.45

The effective basic formula price, as established by the amendment to §1047.50 of the Fort Wayne order, of \$4.05 was increased by the standard differential of \$1.20 and further increased by a special 20 cents adjustment to establish the April Class I price of \$5.45. This price of \$5.45 is the same as the March 1968 Class I price, but 12 cents more than the April 1967 price. No supply-demand adjustment was made for April 1968.

PERCENTAGES IN EACH CLASS (Announced April 10, 1968)

The Market Administrator announced the following utilization percentages for the month of March for use in allocating bulk milk receipts from other Federal markets.

	<u>Class I</u>	<u>Class II</u>
Skim	74%	26%
Butterfat	61%	39%

RECOMMENDED DECISION ON AMENDMENTS TO THE FORT WAYNE ORDER

A Recommended Decision on proposed amendments to the Fort Wayne milk order was issued on March 20, 1968. This decision would amend the section 1047.50 and section 1047.51 to read as follows:

1. In §1047.50, the last sentence is changed to read as follows: "For the purpose of computing Class I prices from the effective date hereof through April 1969, the basic formula price shall not be less than \$4.33."

2. In §1047.51, the test of paragraph (a) preceding subparagraph (1) is changed to read as follows:

"(a) Class I milk price. The price for Class I milk shall be the basic formula price for the preceding month plus \$1.20 plus 20 cents through April 1969, and plus or minus a "supply-demand adjustment" of not more than 38 cents computed pursuant to subparagraphs (1) and (2) of this paragraph:"

A Final Decision and an order amending the order is expected to be issued in time to put the above amendment into effect for the month of May 1968.

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CURRENT SERIAL RECORDS

FORT WAYNE MILK MARKET NEWS
UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

CLASS I MILK	March 1968 Reported		March 1967 Audited	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	12,690,574	432,880	13,051,685	452,050
Regular Skim Milk	445,235	2,786	241,603	1,034
2% Skim Milk	4,353,838	89,363	3,186,586	64,821
Buttermilk	148,445	2,491	134,438	1,905
Flavored Milk	388,792	12,716	331,998	11,470
Flavored Drink	172,240	3,919	284,702	6,622
Cream Mixtures	188,472	21,290	164,109	19,978
Light Cream	1,275	236	1,809	357
Heavy Cream	12,052	4,196	27,384	9,320
Sour Cream	23,674	4,304	26,388	4,850
Sub Total	18,424,597	574,181	17,450,702	572,407
Plus Unaccounted For	4,586	4,586	2,529	2,387
Gross Total Class I Milk	18,429,183	578,767	17,453,231	574,794
Less Other Source Receipts	357,716	11,411	548,956	20,579
Less Overages	2,694	-0-	-0-	-0-
Less Beginning Inventory	-0-	-0-	-0-	-0-
CLASS I PRODUCER MILK IN POOL	18,068,773	567,356	16,904,275	554,215
CLASS II MILK				
Sales to Nonpool Plants	5,141,107	323,154	5,389,876	320,071
Class II Production	1,091,381	33,211	1,066,084	34,673
Dumped or Livestock Feed	59,926	1,022	89,453	1,374
Ending Inventory	2,205,561	84,589	1,624,657	61,752
Class II Shrinkage	145,226	7,855	143,514	8,737
Gross Total Class II Milk	8,643,201	449,831	8,313,584	426,607
Less Other Source Receipts	45,648	1,030	152,488	7,153
Less Overages	3,910	2,045	446	446
Less Beginning Inventory	2,076,972	79,482	1,654,797	67,811
CLASS II PRODUCER MILK IN POOL	6,516,671	367,274	6,505,853	351,197
TOTAL PRODUCER MILK IN BOTH CLASSES	24,585,444	934,630	23,410,128	905,412

MISCELLANEOUS INFORMATION

	March 1968	March 1967	March 1966
Daily Class I Milk (Lbs.)	594,490	563,007	594,663
Current Month Compared With:		+ 5.6%	- 0.0%
Production per Farm per Day	945	925	939
Current Month Compared With:		+ 2.2%	+ 0.6%
Gross Class I Milk to Producer Milk	75.0%	74.6%	76.9%
Pool Value of Producer Milk	\$1,295,014	\$1,220,189	\$1,107,060
Value of Producer Milk per Farm	\$ 1,544	\$ 1,495	\$ 1,345
Butter-Skim Powder Price	\$ 3.91	\$ 3.91	\$ 3.40
Wisconsin-Minnesota Plant Average	\$ 4.02	\$ 4.01	\$ 3.68

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1963	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
1964	16,008,651	73.0	3.43	5,915,491	27.0	4.70	21,924,142	3.73	876
1965	16,562,057	73.4	3.42	6,042,282	26.6	4.55	22,604,339	3.72	859
1966									
Jan.	17,593,281	70.7	3.40	7,298,991	29.3	4.97	24,892,272	3.86	873
Feb.	16,266,393	74.7	3.36	5,522,392	25.3	5.20	21,788,785	3.83	830
Mar.	17,971,483	75.0	3.39	5,991,128	25.0	4.89	23,962,611	3.77	823
Apr.	17,657,213	74.6	3.32	6,007,504	25.4	4.93	23,664,717	3.73	827
May	15,722,015	75.1	3.35	5,221,953	24.9	4.66	20,943,968	3.67	697
Jun.	14,339,195	74.2	3.32	4,986,169	25.8	4.09	19,325,364	3.52	659
Jul.	15,030,446	68.4	3.29	6,937,251	31.6	3.88	21,967,697	3.48	798
Aug.	15,954,868	71.7	3.31	6,289,027	28.3	4.00	22,243,895	3.51	826
Sep.	16,689,226	76.2	3.38	5,213,105	23.8	4.35	21,902,331	3.61	864
Oct.	16,904,683	72.5	3.33	6,424,569	27.5	5.01	23,329,252	3.79	861
Nov.	15,631,460	77.3	3.32	4,579,495	22.7	5.97	20,210,955	3.92	764
Dec.	15,696,951	73.6	3.38	5,617,956	26.4	5.60	21,314,907	3.97	750
Ave.	16,288,101	73.6	3.35	5,840,795	26.4	4.80	22,128,896	3.72	798
1967									
Jan.	16,944,425	70.9	3.28	6,941,093	29.1	5.47	23,885,518	3.92	798
Feb.	14,699,039	72.8	3.29	5,499,412	27.2	5.57	20,198,451	3.91	756
Mar.	16,904,275	72.2	3.28	6,505,853	27.8	5.40	23,410,128	3.87	816
Apr.	15,378,934	65.0	3.23	8,278,160	35.0	4.72	23,657,094	3.75	770
May	16,257,253	65.2	3.28	8,672,264	34.8	4.48	24,929,517	3.70	761
Jun.	14,813,159	62.1	3.24	9,031,619	37.9	4.11	23,844,778	3.57	767
Jul.	14,921,658	65.5	3.20	7,851,128	34.5	4.22	22,772,786	3.55	766
Aug.	15,643,940	72.7	3.21	5,873,802	27.3	4.47	21,517,742	3.55	761
Sep.	17,002,946	81.8	3.27	3,795,628	18.2	5.54	20,798,574	3.68	872
Oct.	16,970,455	78.1	3.29	4,770,402	21.9	5.67	21,740,857	3.82	841
Nov.	16,768,032	76.2	3.33	5,244,489	23.8	5.84	22,012,521	3.93	925
Dec.	16,676,225	69.4	3.32	7,365,626	30.6	5.33	24,041,851	3.94	949
Ave.	16,081,695	71.0	3.27	6,652,456	29.0	5.07	22,734,151	3.77	815
1968									
Jan.	17,812,640	73.1	3.26	6,549,277	26.9	5.76	24,361,917	3.93	882
Feb.	16,963,904	72.5	3.16	6,451,959	27.5	5.67	23,415,863	3.85	864
Mar.	18,068,773	73.5	3.14	6,516,671	26.5	5.64	24,585,444	3.80	839

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II	UNIFORM	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Class I	Class II	Pro- ducer
1963	3.10	1.20	---	4.30	3.10	4.00	.072	.067	.071
1964	3.17	1.20	---	4.37	3.16	4.05	.074	.068	.072
1965	3.26	1.20	+ .03	4.49	3.22	4.16	.072	.069	.071
1966									
Jan.	3.47	1.20	.00	4.67	3.21	4.24	.076	.068	.073
Feb.	3.47	1.20	+ .02	4.69	3.31	4.36	.071	.071	.071
Mar.	3.58	1.20	+ .02	4.80	3.40	4.46	.074	.073	.074
Apr.	3.68	1.20	+ .02	4.90	3.47	4.54	.076	.072	.075
May	3.64	1.20	+ .02	4.90#	3.56	4.19*	.075	.073	.074
Jun.	3.65	1.20	+ .08	4.93#	3.67	4.23*	.076	.076	.076
Jul.	3.977§	1.20	+ .10	5.277	4.05	4.92	.079	.082	.080
Aug.	4.05	1.20	+ .14	5.39	4.20	5.07	.085	.084	.085
Sep.	4.26	1.20	+ .14	5.60	4.29	5.57*	.088	.086	.087
Oct.	4.34	1.20	+ .12	5.66	4.02	5.45*	.090	.079	.086
Nov.	4.26	1.20	+ .10	5.56	3.99	5.42*	.083	.078	.081
Dec.	4.26	1.20	.00	5.46	3.92	5.07	.081	.076	.079
Ave.	3.89	1.20	+ .06	5.15	3.76	4.79	.080	.077	.078
1967									
Jan.	4.26	1.20	- .02	5.44	3.92	5.02	.080	.076	.078
Feb.	4.26	1.20	- .02	5.44	3.91	5.04	.080	.076	.078
Mar.	4.15	1.20	- .02	5.33	3.91	4.93	.080	.076	.078
Apr.	4.15	1.20	- .02	5.33	3.91	4.62*	.080	.076	.078
May	4.05	1.40	.00	5.45	3.91	4.65*	.080	.076	.078
Jun.	4.05	1.40	.00	5.45	3.91	4.61*	.080	.076	.078
Jul.	4.05	1.40	+ .02	5.47	3.91	4.93	.080	.076	.078
Aug.	4.05	1.40	+ .06	5.51	3.94	5.08	.080	.077	.079
Sep.	4.05	1.40	+ .08	5.53	3.93	5.52*	.080	.077	.079
Oct.	4.05	1.40	+ .06	5.51	3.91	5.42*	.081	.077	.080
Nov.	4.05	1.40	+ .10	5.55	3.91	5.40*	.080	.076	.079
Dec.	4.05	1.40	+ .04	5.49	3.96	5.01	.080	.078	.079
Ave.	4.10	1.33	+ .02	5.46	3.92	5.02	.080	.076	.078
1968									
Jan.	4.05	1.40	.00	5.45	3.91	5.01	.081	.076	.079
Feb.	4.05	1.40	.00	5.45	3.91	5.01	.080	.076	.078
Mar.	4.05	1.40	.00	5.45	3.91	5.03	.080	.076	.078
Apr.	4.05	1.40	.00	5.45			.080		

* "Louisville" plan in effect.

§ Weighted Average.

Class I Price May and June 1966 not to be less than April 1966.

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Federal Order No. 47

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COMPUTATION OF UNIFORM PRICE
(Based on reports of 9 Handlers)
March 1968

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices At Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I Producer Milk	18,068,773	3.1400	\$5.16198	\$ 932,707.29	73.49
Class II Producer Milk	<u>6,516,671</u>	5.6359	5.53329	<u>360,586.63</u>	<u>26.51</u>
Total Producer Milk	24,585,444	3.8016		\$1,293,293.92	100.00
Other Source Milk Priced	<u>1,716</u>			<u>45.48</u>	
Total <u>Class I</u>	24,587,160	3.8013		\$1,293,339.40	
Add: Value of Overage				<u>1,674.46</u>	
Total Pool Value				\$1,295,013.86	
Less: Butterfat Adjustment to 3.5% Milk				57,781.93	Rate Per
Add: 1/2 Unobligated Balance in Producer-Settlement Fund				<u>10,301.98</u>	<u>Cwt.</u>
Adjusted Value				\$1,247,533.91	\$5.073924
Less: Producer-Settlement Fund Reserve				<u>10,799.76</u>	<u>.043924</u>
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				<u>\$1,236,734.15</u>	<u>\$5.03</u>

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	567,356	\$ 0.080	\$45,388.48
Class II	<u>367,274</u>	<u>0.076</u>	<u>27,912.82</u>
Total	934,630	\$ 0.078	\$73,301.30

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$5.03 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.078 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction, location adjustments, and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR MARCH 1968

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$4.835	3.70	\$5.186	4.15	\$5.537	4.60	\$5.888
3.30	4.874	3.75	5.225	4.20	5.576	4.65	5.927
3.35	4.913	3.80	5.264	4.25	5.615	4.70	5.966
3.40	4.952	3.85	5.303	4.30	5.654	4.75	6.005
3.45	4.991	3.90	5.342	4.35	5.693	4.80	6.044
3.50	5.03	3.95	5.381	4.40	5.732	4.85	6.083
3.55	5.069	4.00	5.420	4.45	5.771	4.90	6.122
3.60	5.108	4.05	5.459	4.50	5.810	4.95	6.161
3.65	5.147	4.10	5.498	4.55	5.849	5.00	6.200

R. J. Connolly
Market Administrator

Date Announced: April 10, 1968

